

# STATE OF INDIANA



INDIANA UTILITY REGULATORY COMMISSION  
302 W. WASHINGTON STREET, SUITE E-306  
INDIANAPOLIS, INDIANA 46204-2764

<http://www.state.in.us/iurc/>  
Office: (317) 232-2701  
Facsimile: (317) 232-6758

**FILED**

**OCT 13 2005**

**INDIANA UTILITY  
REGULATORY COMMISSION**

**APPLICATION OF PSI ENERGY, INC. FOR  
APPROVAL OF A CHANGE IN ITS FUEL  
COST ADJUSTMENT FOR ELECTRIC  
SERVICE, FOR APPROVAL OF A CHANGE  
IN ITS FUEL COST ADJUSTMENT FOR  
HIGH PRESSURE STEAM SERVICE, AND  
TO UPDATE MONTHLY BENCHMARKS  
FOR CALCULATION OF PURCHASED  
POWER COSTS IN ACCORDANCE WITH  
INDIANA CODE 8-1-2-42, INDIANA CODE  
8-1-2-42.3 AND VARIOUS ORDERS OF THE  
INDIANA UTILITY REGULATORY  
COMMISSION**

**CAUSE NO. 38707-FAC66**

You are hereby notified that on this date the Indiana Utility Regulatory Commission ("Commission") has caused the following entry to be made:

The Presiding Officer has reviewed the testimony filed in this Cause and hereby finds that PSI Energy, Inc., ("PSI") should provide responses to the following questions:

1. On page 4, lines 19-21, of his testimony, Mr. Rimstidt indicates that PSI uses various methods to keep coal prices down, including "working with fuel and transportation suppliers to increase their operating flexibility and in return, receiving a price or rate reduction." Please identify and discuss any such activities that contribute a 1% or greater reduction to related fuel costs.

2. Please provide an update on the activities of PSI's cross-functional team that was created to address the accuracy of PSI's fuel cost estimations.

3. PSI's Exhibit A, Schedule 9, pg. 1 of 2, lines 8, 17 and 26 includes a charge that has not been previously itemized on this schedule. Please explain if this is a new charge and if so, please describe why this charge should be included in the actual cost of fuel. If this is not a new charge, please explain where the charge was included in previous FAC filings.

4. Please explain what FAC factor PSI has applied for in the billing month of October 2005.

PSI should file its response to these questions on or before October 18, 2005

**IT IS SO ORDERED.**

  
Abby R. Gray, Administrative Law Judge

Date: October 13, 2005